

## RISK REDUCTION FUND

	Actual FY 2000-01	Budget FY 2001-02	Estimated FY 2001-02	Proposed FY 2002-03	Change
<b>Revenues</b>					
Interest/Rental Income	\$2,940,597	\$935,000	\$650,000	\$650,000	-30.48%
Charges for Current Services	3,827,312	4,210,043	4,210,043	4,631,047	10.00%
Appropriation from Fund Balance	0	11,008,307	11,183,307	4,888,003	-55.60%
<b>Total Revenues</b>	<b>\$6,767,909</b>	<b>\$16,153,350</b>	<b>\$16,043,350</b>	<b>\$10,169,050</b>	<b>-37.05%</b>
<b>Appropriations</b>					
Personal Services	\$539,461	\$0	\$0	\$0	
Operating	4,156,616	4,000,000	3,890,000	4,330,000	8.25%
Debt Service	1,435,494	12,153,350	12,153,350	5,839,050	-51.96%
Transfer to Other Funds	82,007	-	-	-	
Transfer to Fund Balance	554,331	-	-	-	
<b>Total Appropriations</b>	<b>\$6,767,909</b>	<b>\$16,153,350</b>	<b>\$16,043,350</b>	<b>\$10,169,050</b>	<b>-37.05%</b>

## FUND DESCRIPTION

The Risk Management Fund is established to provide a source of funds for payment of the City's uninsured legal liabilities, including risks such as workers' compensation, automobiles, general operations, and professional activities. Claim settlements, actuarial expenses, legal fees, administrative expenses, and other professional services required for claim disposition are paid from this fund.

## REVENUE DESCRIPTIONS

Interest and Rental Income – Interest is earned on the payments for services from the City's operating funds.

Charges for Current Services – Each operating fund pays a charge for the provision of risk retention services.

Transfer to Other Funds - This line represents the indirect costs for services rendered from employees paid in the General Fund.

Appropriations from Fund Balance – The fund balance comes from the sale of Certificates of Participation issued for this purpose of financing risk retention-related operations.

## EXPENDITURE DESCRIPTIONS

Personal Services – This line represents the salaries and benefits of employees in the Risk Management Division of the Department of Finance. These expenses were transferred to the General Fund in FY 2001-02.

Operating - This line includes claims payments for workers compensation and general liability cases and professional services.

Other – This line includes two items: the debt service for the Certificates of Participation, and funds appropriated to fund balance.